

# Bell Creek Integrated CO<sub>2</sub> EOR and Storage Project

Injecting carbon dioxide (CO<sub>2</sub>) into an underground oil zone can help boost production in a process called  $CO_2$  enhanced oil recovery, or  $CO_2$  EOR. If the injected  $CO_2$  used for EOR comes from human activity, then the EOR process can help reduce our carbon footprint by putting the  $CO_2$  into permanent storage deep underground.

#### An oil recovery project using CO<sub>2</sub> injection ...

Denbury Onshore LLC (Denbury), a leader in CO<sub>2</sub> EOR operations, is implementing a commercial CO<sub>2</sub> EOR project that will add 20 plus years and 35 million barrels of oil to the life of the Bell Creek oil field in southeastern Montana. A 232-mile-long pipeline will deliver over 1 million tons of CO<sub>2</sub> a year from the Lost Cabin natural gas-processing facility in central Wyoming to the Bell Creek oil field. CO<sub>2</sub> injection for EOR is scheduled to start after the pipeline is completed in December 2012.

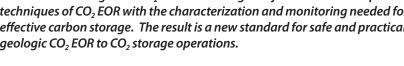
#### ... combined with the innovative use of subsurface CO<sub>2</sub> modeling and monitoring systems ...

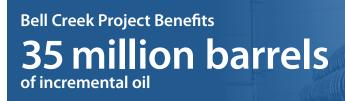
Denbury has teamed with the Plains CO<sub>2</sub> Reduction Partnership, led by the Energy & Environmental Research Center, to characterize and model CO<sub>2</sub> behavior in the subsurface as a basis for designing a comprehensive monitoring plan for the CO<sub>2</sub> storage and EOR operation. Detailed site characterization, modeling, subsurface risk analysis, and monitoring of the CO<sub>2</sub> EOR and storage operations will allow site operators to account for the CO<sub>2</sub> utilized in oil production and to verify that the CO<sub>2</sub> remains in place once EOR operations are complete.

#### ... to benefit the environment and the economy.

The integrated approach at the Bell Creek oil field helps meet the commonsense safety expectations of local landowners and communities. Further, by storing humangenerated CO<sub>2</sub> at the Bell Creek oil field, Denbury benefits the environment by decreasing the carbon footprint of its regional oil field operation. The results of the Bell Creek project will help future projects effectively implement a proven CO<sub>2</sub> monitoring, verification, and accounting (MVA) system as part of a comprehensive approach to subsurface CO<sub>2</sub> management and EOR operations.

The Bell Creek Integrated CO<sub>2</sub> EOR and Storage Project combines the proven techniques of CO<sub>2</sub> EOR with the characterization and monitoring needed for effective carbon storage. The result is a new standard for safe and practical geologic CO<sub>2</sub> EOR to CO<sub>2</sub> storage operations.



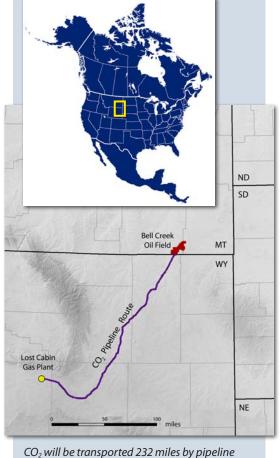


from the Lost Cabin gas-processing facility in

rock of the Muddy Formation sandstone.

central Wyoming to the Bell Creek oil field. At this point, CO<sub>2</sub> will be injected into the oil-bearing

... millions of tons of CO<sub>2</sub> safely in storage



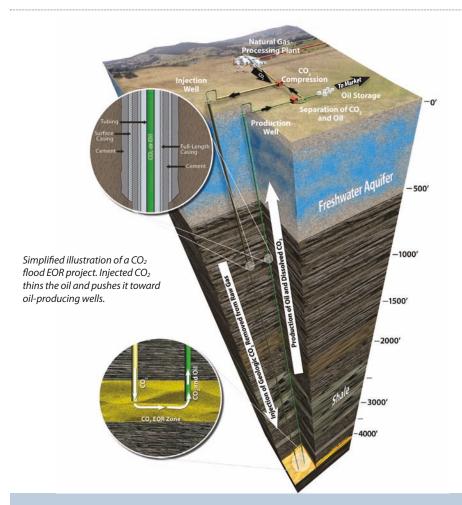
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### Natural Gas, Gas Processing, and Carbon Capture

When natural gas comes from the production well, it can contain impurities like CO<sub>2</sub> and hydrogen sulfide (H<sub>2</sub>S), along with petroleum liquids like butane and propane. These constituents must be removed before the natural gas can be tied into a distribution pipeline or used by a customer. This cleanup is done at large facilities called natural gas-processing plants. There are more than 1300 natural gas-processing plants in the United States and Canada and nearly 1600 worldwide (PennWell, 2008, Worldwide gas-processing database). Because natural gas-processing plants are among the few sources of relatively pure streams of  $CO_2$ , they are good candidates for carbon capture and storage projects that feature geologic CO<sub>2</sub> storage—the permanent storage of CO<sub>2</sub> from human activities deep underground. The Bell Creek project will use the  $CO_2$ produced at the Lost Cabin gas-processing plant in central Wyoming in a commercial CO<sub>2</sub> EOR to CO<sub>2</sub> geologic storage project that uses CO<sub>2</sub> from gas processing.



The Bell Creek oil field is located in southeastern Montana in the northern portion of the Powder River Basin. The oil is produced from sand bodies encased in shale at a depth of nearly a mile. These deep, isolated sands make ideal compartments for the safe long-term storage of CO<sub>2</sub> from human activities.



## How CO<sub>2</sub> EOR to Storage Works

When  $CO_2$  comes into contact with oil, a significant portion of the  $CO_2$  dissolves into the oil, reducing oil viscosity and increasing the oil's mobility. This, combined with the increased pressure, can result in increased oil production rates as well as an extension of the operational lifetime of the oil reservoir.

In an oil field, this EOR method is called  $CO_2$  flooding.  $CO_2$  floods are designed to be active for decades. Over the years, there are many cycles of  $CO_2$  injection. With each cycle, another portion of injected  $CO_2$  becomes permanently trapped, or stored, in the oil reservoir. As a result of ongoing  $CO_2$  EOR projects since the 1970s, hundreds of millions of tons of  $CO_2$  is now permanently stored in oil fields.

The Bell Creek project brings this approach of integrated EOR storage and MVA to a pioneering project in the northern Great Plains.

The Plains CO<sub>2</sub> Reduction (PCOR) Partnership is a group of public and private sector stakeholders working together to better understand the technical and economic feasibility of storing CO<sub>2</sub> emissions from stationary sources in the central interior of North America. The PCOR Partnership is led by the Energy & Environmental Research Center (EERC) at the University of North Dakota and is one of seven regional partnerships under the U.S. Department of Energy's National Energy Technology Laboratory Regional Carbon Sequestration Partnership Initiative. To learn more, contact:

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Visit the PCOR Partnership Web site at www.undeerc.org/PCOR. New members are welcome.

